

**UNITED STATES BANKRUPTCY COURT
DISTRICT OF MINNESOTA**

In re:

O3 Industries Incorporated,

Debtor.

Adv. No.:14-06032
Bky. Case No. 14-60439
Chapter 7

NOTICE OF SETTLEMENT OR COMPROMISE

To: The United States Trustee, all creditors and other parties in interest.

On, **January 3, 2015** or as soon thereafter as the transaction may be completed, the undersigned Trustee of the estate of the Debtor named above will settle a controversy as follows:

SunSource Holdings Inc was a longtime vendor of the debtor. In April of 2014, the debtor was planning on closing its business operations and owed SunSource \$8,000. Dustin O'Konek Jr, as vice president of the debtor arranged for the return of inventory valued at \$8,000 to SunSource in April of 2014. The trustee filed Adv. Proceeding No. 14-06032 alleging that the transfer of the inventory was an avoidable preference and sought to recover the value of the transfer. The trustee and SunSource Holdings, Inc. have reached an agreement whereby SunSource will pay the trustee \$5,000 in settlement of all causes of action identified in the complaint. The trustee believes the settlement is in the best interest of the estate.

The trustee has already received payment. If this agreement is not approved by the bankruptcy court, the Trustee shall be entitled to reassert any and all claims.

OBJECTION: MOTION: HEARING. Under applicable rules, any objection must be in writing, be delivered to the trustee and the United States Trustee and be filed with the clerk, not later than 12:00 o'clock noon on the day before the above date. If any objection is made or an order is required, the trustee moves the court for such orders as may be necessary and appropriate. If an objection is timely delivered and filed, the court will hold an expedited hearing on the objection with reduced notice of the hearing. The hearing will be scheduled by the trustee with notice by the trustee to the objecting party and the U. S. Trustee.

Clerk of Court
United States Bankruptcy Court
404 U.S. Courthouse
515 W First St.
Duluth, MN 55802

United States Trustee
1015 U S Courthouse
300 So. 4th St.
Minneapolis, MN 55415

Trustee
(See address below)

Dated: December 10, 2014

/e/ Erik A. Ahlgren
Erik A. Ahlgren, Trustee
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Fergus Falls, MN 56537
218-998-2775
trustee@prtcl.com